

REPORT OF THE COMMITTEE ON BUDGET

Ann H. Kobayashi, Chair; Todd K. Apo, Vice-Chair
Romy M. Cachola, Barbara Marshall, Rod Tam, Members

Committee Meeting Held
February 1, 2006

Honorable Donovan M. Dela Cruz
Chair, City Council
City and County of Honolulu

Mr. Chair:

Your Committee on Budget, which considered Bill 12 (2006) entitled:

"A BILL FOR AN ORDINANCE RELATING TO LIMITS ON REAL PROPERTY
TAXATION,"

which passed First Reading at the January 25, 2006 Council meeting, reports as follows:

The purpose of the Bill is to establish a new method of setting real property tax rates so that initially, the average real property tax bill for each property, as well as the revenues derived from each class of property, is unchanged from year to year, adjusting for inflation.

Your Committee discussed amending the Bill to make increases in the fixed costs of the City's operating budget a component of calculating the initial real property tax rate in lieu of inflation adjustments.

CITY COUNCIL
CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ADOPTED ON _____

COMMITTEE REPORT NO. 59

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Page 2

Your Committee on Budget is in accord with the intent and purpose of Bill 12 (2006) and recommends that it be pass Second Reading, be scheduled for a Public Hearing and be referred back to Committee. (Ayes: Kobayashi, Apo, Cachola, Marshall, Tam – 5; Noes: None.)

Respectfully submitted,


Committee Chair

2/15/06 Council Meeting: Bill 12 (2006) amended to FD1 and subsequently passed
Second Reading as amended (Bill 12 (2006), FD1).

CITY COUNCIL
CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ADOPTED ON FEB 15 2006

COMMITTEE REPORT NO. 59